

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 720 - HB 667**

March 3, 2013

**SUMMARY OF BILL:** Requires the Commissioner of the Department of Revenue (DOR) to ensure that audit requirements are reasonably necessary to ensure compliance with Title 57, Chapter 4, Part 3, of Tennessee Code Annotated, which governs taxes and fees imposed on businesses selling alcoholic beverages for consumption on the premises. Requires the Commissioner to develop alternative audit procedures for licensed publicly-traded companies subject to the 15 percent gross receipts tax on sales of alcoholic beverages for consumption on the premises, and also subject to the audit requirements of the federal Sarbanes-Oxley Act of 2002.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- Requiring the Commissioner of DOR to ensure that audit requirements are reasonably necessary will not result in a significant fiscal impact to the state.
- Any cost incurred to develop alternative audit procedures for publicly-traded companies subject to the 15 percent gross receipt tax on sales of alcoholic beverages for consumption on the premises, and subject to audit requirements of the Sarbanes-Oxley Act of 2002, can be accommodated within existing resources of DOR without an increased appropriation or reduced reversion.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

/bos

**SB 720 - HB 667**